No. 2020-6407

Official Order of the Texas Commissioner of Insurance

Date: 07/24/2020

Subject Considered:

National Council on Compensation Insurance Filing Item B-1440 Revisions to the Basic Manual, Including Reformatting, the Preface, and Appendix G

The subject of this order is the adoption of amendments to the National Council on Compensation Insurance (NCCI) *Basic Manual for Workers Compensation and Employers Liability Insurance* (Basic Manual), as proposed in *Item B-1440* (TDI ECase No. 23420; SERFF Tracking No. NCCI-132185552).

Background

The amendments in *Item B-1440* implement formatting and structural changes to the Basic Manual as part of NCCI's ongoing maintenance of its manuals and because of the release of NCCI's online Class Look-Up tool.

After considering the filing, TDI adopts the following findings of fact and conclusions of law.

Findings of Fact

- 1. NCCI filed *Item B-1440* with TDI on December 23, 2019, under the workers' compensation manual rule filing procedure adopted in Commissioner's Order No. 3142, dated March 21, 2014.
- 2. *Item B-1440* amends the Basic Manual to implement formatting and structural changes as part of NCCI's ongoing maintenance of its manual and because of the release of NCCI's online Class Look-Up tool. The changes include updating an email address, revising wording for consistency and plain language, removing tables and

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sections that are no longer applicable, and reformatting to improve online search results.

- 3. NCCI performs routine maintenance of the manuals, rules, and classification system to help remain responsive to the needs of various industry stakeholders.
- 4. NCCI proposed that the changes in *Item B-1440* apply to new and renewal policies that are effective on or after 12:01 a.m. on April 1, 2020.
- 5. NCCI amended its filing on January 17, 2020, to correct some exhibits.
- 6. *Item B-1440* has been available for public inspection in SERFF and at TDI since the filing date.
- 7. The filing, including exhibits, is incorporated by reference into this order.
- 8. On April 30, 2020, TDI published notice of the filing on the TDI website at <u>www.tdi.texas.gov/rules/2020/nccimanual.html</u> and distributed notice of the filing to electronic news subscribers.
- 9. TDI did not receive any written comments on the filing by the June 1, 2020, deadline.
- 10. Because the proposed effective date of *Item B-1440* has passed, TDI has changed the date to apply to new and renewal workers' compensation policies that are effective on or after 12:01 a.m. on August 1, 2020.

Conclusions of Law

- 1. TDI has jurisdiction over this matter under Insurance Code Article 5.96 and Insurance Code §§2051.002, 2051.201, 2052.002, 2053.002, 2053.011, 2053.051, and 2053.052.
- 2. TDI gave notice in compliance with Commissioner's Order No. 3142.
- 3. The amendments to the NCCI Basic Manual are consistent with Insurance Code Article 5.96 and Chapters 2051, 2052, and 2053.
- 4. Applying the changes in *Item B-1440* to new and renewal policies that are effective on or after 12:01 a.m. on August 1, 2020, is reasonable.

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Order

It is ordered that NCCI's filing, *Item B-1440*, is approved. The changes in *Item B-1440* apply to new and renewal policies that are effective on or after 12:01 a.m. on August 1, 2020.

By:

Kent C. Sullivan Commissioner of Insurance

DocuSigned by:

Doug Slape Doug Slape Chief Deputy Commissioner Commissioner's Order No. 2018-5528

Recommended by:

DocuSigned by:

Mark Worman

Mark Worman, Deputy Commissioner

Reviewed by:

— DocuSigned by:

Sandra Foreman

Sandra Foreman, Staff Attorney